

**Allocation of Individual Income Tax to Guam or the  
Commonwealth of the Northern Mariana Islands (CNMI)**

► Attach to Form 1040.

Name(s) shown on Form 1040

Your social security number  
: :  
: :**Part I** Income From Guam or the CNMI Reported on Form 1040

		Guam		CNMI	
1	Wages, salaries, tips, etc. . . . .	1			
2	Taxable interest . . . . .	2			
3	Ordinary dividends . . . . .	3			
4	Taxable refunds, credits, or offsets of state and local income taxes . . . . .	4			
5	Alimony received . . . . .	5			
6	Business income or (loss) . . . . .	6			
7	Capital gain or (loss) . . . . .	7			
8	Other gains or (losses) . . . . .	8			
9	IRA distributions (taxable amount) . . . . .	9			
10	Pensions and annuities (taxable amount) . . . . .	10			
11	Rental real estate, royalties, partnerships, S corporations, trusts, etc. . . . .	11			
12	Farm income or (loss) . . . . .	12			
13	Unemployment compensation . . . . .	13			
14	Social security benefits (taxable amount) . . . . .	14			
15	Other income. List type and amount ► . . . . .	15			
16	<b>Total income.</b> Add lines 1 through 15. . . . . ►	16			

**Part II** Adjusted Gross Income From Guam or the CNMI Reported on Form 1040

17	Educator expenses . . . . .	17			
18	Certain business expenses of reservists, performing artists, and fee-basis government officials . . . . .	18			
19	Health savings account deduction . . . . .	19			
20	Moving expenses . . . . .	20			
21	One-half of self-employment tax . . . . .	21			
22	Self-employed SEP, SIMPLE, and qualified plans . . . . .	22			
23	Self-employed health insurance deduction . . . . .	23			
24	Penalty on early withdrawal of savings . . . . .	24			
25	Alimony paid . . . . .	25			
26	IRA deduction . . . . .	26			
27	Student loan interest deduction . . . . .	27			
28	Tuition and fees deduction . . . . .	28			
29	Add lines 17 through 28 . . . . .	29			
30	<b>Adjusted gross income.</b> Subtract line 29 from line 16 . . . . . ►	30			

**Part III** Payments of Income Tax to Guam or the CNMI

31	Payments on estimated tax return filed with Guam or the CNMI . . . . .	31			
32	Income tax withheld from your wages while employed by the U.S. Government as a civilian in Guam or the CNMI . . . . .	32			
33	Income tax withheld from your wages while employed as a member of the U.S. Armed Forces in Guam or the CNMI . . . . .	33			
34	Income tax withheld from your wages earned in Guam or the CNMI other than amounts on lines 31 through 33 . . . . .	34			
35	<b>Total payments.</b> Add lines 31 through 34 . . . . . ►	35			

**Instructions**

Section references are to the Internal Revenue Code.

**What's New**

• For tax years ending after October 22, 2004, you generally file your income tax return with Guam or the CNMI only if you are a bona fide resident of the possession for the entire tax year. See *Where to file* on page 2. Also, the rules for determining bona fide residence have

changed. See Pub. 570 for information about these rules.

• If, in tax year 2001 or later, you become or ceased to be a bona fide resident of a U.S. possession, you may be required to file Form 8898, Statement for Individuals Who Begin or End Bona Fide Residence in a U.S. Possession. The penalty for failure to provide the required information is \$1,000. For details, see the Instructions for Form 8898.

(Continued on back)

**Purpose of form.** This form provides information to the United States so the IRS can figure the individual income tax that is due to Guam or the CNMI.

**Who must file.** Use this form if all three of the following apply.

1. You file a U.S. income tax return on Form 1040.
2. You report adjusted gross income of \$50,000 or more.
3. At least \$5,000 of the gross income on your return is from Guam or CNMI sources.

These requirements apply whether you file a single or joint return.

**Where to file.** Attach this form to your income tax return. Then, use this chart to see where to file.

IF, for the entire tax year, you were a . . .	THEN file that jurisdiction's tax return with the . . .
Bona fide resident of Guam	Department of Revenue and Taxation Government of Guam P.O. Box 23607 GMF, GU 96921
Bona fide resident of the CNMI	Division of Revenue and Taxation Commonwealth of the Northern Mariana Islands P.O. Box 5234, CHRB Saipan, MP 96950
Resident of the United States (other than a bona fide resident of Guam or the CNMI)	Internal Revenue Service Center Philadelphia, PA 19255-0215 USA

- If you are a citizen but were not a resident of one of these jurisdictions at the end of your tax year, file your income tax return with the jurisdiction where you are a citizen.
- If you are married filing jointly, file your return in the jurisdiction of the spouse with the higher adjusted gross income (without regard to community property laws) for the tax year.

**Sources of income.** The rules for determining the sources of income are explained in sections 861 through 865 and section 937.

**Penalty for failure to provide information.** If you fail to provide the required information, you may have to pay a \$1,000 penalty for each failure unless you can show the failure was due to reasonable cause and not willful neglect. This penalty is in addition to any criminal penalty provided by law.

**Additional information.** For more details, see Pub. 570, Tax Guide for Individuals With Income From U.S. Possessions. To get Pub. 570, see *Quick and Easy Access to Tax Help and Forms* in the Instructions for Form 1040.

**Paperwork Reduction Act Notice.** We ask for the information on this form to carry out the Internal Revenue laws of the United States. You are required to give us the information. We need it to ensure that you are complying with these laws and to allow us to figure and collect the right amount of tax.

You are not required to provide the information requested on a form that is subject to the Paperwork Reduction Act unless the form displays a valid OMB control number. Books or records relating to a form or its instructions must be retained as long as their contents may become material in the administration of any Internal Revenue law. Generally, tax returns and return information are confidential, as required by section 6103.

The average time and expenses required to complete and file this form will vary depending on individual circumstances. For the estimated averages, see the instructions for your income tax return.

If you have suggestions for making this form simpler, we would be happy to hear from you. See the instructions for your income tax return.

### ***This Section is for IRS Use Only***

<b>36</b>	Income tax reported on Form 1040. Include any recapture of education credits . . . . .	<b>36</b>		
<b>37</b>	Alternative minimum tax . . . . .	<b>37</b>		
<b>38</b>	Add lines 36 and 37 . . . . .	<b>38</b>		
<b>39</b>	Foreign tax credit . . . . .	<b>39</b>		
<b>40</b>	Credit for child and dependent care expenses . . . . .	<b>40</b>		
<b>41</b>	Credit for the elderly or the disabled . . . . .	<b>41</b>		
<b>42</b>	Education credits . . . . .	<b>42</b>		
<b>43</b>	Retirement savings contributions credit . . . . .	<b>43</b>		
<b>44</b>	Child tax credit . . . . .	<b>44</b>		
<b>45</b>	Adoption credit . . . . .	<b>45</b>		
<b>46</b>	Credits from Forms 8396 and 8859 . . . . .	<b>46</b>		
<b>47</b>	Other credits . . . . .	<b>47</b>		
<b>48</b>	Add lines 39 through 47 . . . . .	<b>48</b>		
<b>49</b>	Subtract line 48 from line 38. If the result is zero or less, enter -0- . . . . .	<b>49</b>		
<b>50</b>	Additional tax on IRAs, other qualified retirement plans, etc. . . . .	<b>50</b>		
<b>51</b>	Other Chapter 1 taxes. Include any tax from Form 4970 . . . . .	<b>51</b>		
<b>52</b>	<b>Taxes to be allocated.</b> Add lines 49 through 51 . . . . .	<b>52</b>		
<b>53</b>	Divide the amount on page 1, line 30, by the adjusted gross income reported on Form 1040. Enter the result as a decimal (rounded to at least three places) . . . . .	<b>53</b>		
<b>54</b>	Tax allocated to Guam or the CNMI. Multiply line 52 by line 53 . . . . .	<b>54</b>		
<b>55</b>	Enter the amount from page 1, line 35. . . . .	<b>55</b>		
<b>56</b>	<b>Tax due.</b> Subtract line 55 from line 54. . . . .	<b>56</b>		